

Medicaid Rehabilitation Option (MRO)
SFY 2012 (July 1, 2011 – June 30, 2012)

Special Conditions

PURPOSE: Medicaid Rehabilitation Option (MRO)

BECAUSE the Indiana Family and Social Services Administration, Division of Mental Health and Addiction (DMHA) has allocated funds to assure the provision of services to persons with mental illness residing in the Contractor's primary service area; and

BECAUSE the Contractor is a certified Community Mental Health Center (CMHC) in good standing, with a valid Medicaid Provider Agreement authorizing Contractor to provide and receive payment for MRO services; and

BECAUSE the Contractor has agreed that the Division of Mental Health and Addiction will set aside non-federal funds in an amount based on the Contractor's non-federal funding allocation; the Contractor may provide to registrants such MRO services as appropriate under the Hoosier Assurance Plan, subject to the following conditions:

CONDITIONS:

DMHA shall set aside the non-federal portion of Contractor's allocation as the State match for MRO services for Persons with Mental Illness, Persons with Chronic Addiction, and Children with Emotional Disturbance. The identified funds will be set aside and held as a portion of the dedicated State MRO match. The set aside of these funds shall be construed as consideration paid by the State to the Contractor.

The amount of payment actually due to Contractor will be determined solely by the claims approved by Medicaid under the Medicaid Rehabilitation Option.

The State shall set aside and hold in escrow for the Contractor the the State funds allocated to the agency to be used for part or all of the Contractor's required State match.

Upon a full accounting of quarterly MRO payments within state fiscal year 2012, and submission of an invoice by the DMHA, Contractor shall immediately return, from the Contractor's State funds, additional funds, in the amount directed by the Division of Mental Health and Addiction (DMHA) as the Contractor's required State MRO match. DMHA reserves the option to request an estimated settlement for the fourth quarter State MRO match prior to year end. This shall be done regardless of the receipt by Contractor of any state funding from the Division of Family Resources, public schools or elsewhere. Should the quarterly accounting indicate that the amount of escrowed funds will be significantly greater than the amount needed for MRO match, DMHA may distribute the excess funds to the provider in the form of quarterly SMI payments.

If the Contractor fails to submit the required State MRO match within the time frame directed by DMHA, a 1% monthly (.000329 per day) interest rate will be charged on the outstanding balance.

ADMINISTRATIVE & FUNDING TERMS, REQUIREMENTS AND LIMITATIONS:

The funding sources which may support services in this attachment are as follows:

Seriously Mentally Ill Adults Fund 38820 and Fund 30448
Seriously Emotionally Disturbed Children Fund 16550
Substance Abuse Treatment Fund 16570

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